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OFFICE OF THE SECRETARY

June 29, 2006

VIA EMAIL: secretary@cftc.gov

Ms. Eileen A. Donovan, Acting Secretary
Secretary of the Commission
Commodity Futures Trading Commission
3 Lafayette Centre
1155 21st Street, N.W.
Washington, D.C. 20581

RE: Certification: HedgeStreet Fee Schedule Revised

Dear Secretary Donovan:

Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended ("Act"), §40.6 of the regulations promulgated by the Commodity Futures Trading Commission (the "Commission") under the Act, HedgeStreet, Inc. ("HedgeStreet") hereby certifies with the Commission that it intends to revise its current fee schedule. HedgeStreet will make the following changes to its current fee schedule:

1. Eliminate the \$1.50 flat minimum trading fee for non-Active Traders;
2. All fees to be based on a per contract basis as opposed to volume-based pricing; and
3. Eliminate the Active Trader program that was initially submitted to the Commission on May 10, 2005.

Specifically, the fee schedules for the Binary Contracts and Variable Payout Contracts shall be as follows:

Trading and Settlement fees will each be \$0.10 per contract for contracts that have a maximum possible settlement value less than \$100 (e.g. contracts with a maximum settlement value of \$10). Trading and settlement fees will each be \$1.00 for contracts that have a maximum possible settlement value of \$100.

Settlement fees will not apply to Binary or Variable contracts that have a settlement value of \$0 on the settlement date. For example, if a \$10 Binary contract settles in-the-money on the settlement date, the member will be charged a settlement fee of \$0.10 per contract. Conversely, if the \$10 Binary contract settles out-of-the-money on the settlement date, the member will not be charged a settlement fee. If a Variable Payout contracts has a maximum possible settlement value of \$100 pays out a member \$70 on the settlement date, the member will be charged a settlement fee of \$1 per contract. Conversely, if the \$100 Variable Payout contract does not payout any settlement value to the member on the settlement date, the member will not be charged a settlement fee.



The purpose of this letter is to notify the Commission of HedgeStreet's intention to make these fees, as summarized above, effective on July 1, 2006.

HedgeStreet hereby certifies that the proposed fee structure complies with the Commodity Exchange Act, as amended, and the Commissions regulations adopted thereunder.

Should you have any questions or require additional information, please do not hesitate to contact the undersigned at (650) 638-3511 or sford@hedgestreet.com.

Sincerely,

Stephanie Ford
Vice President, Legal & Compliance

cc: Clarissa Manansala – HedgeStreet, Inc.